BOND INFORMATION STATEMENT
State of South Dakota
SDCL 6-8B-19

Return to: Secretary of State
State Capitol
500 E. Capitol
Pierre, SD 57501-5077

FILING FEE: $1.00

TELEPHONE: (605) 773-3537

Every public body, authority, or agency issuing any general obligation, revenue, improvements, industrial revenue, special assessment, or other bonds of any type shall file with the Secretary of State a bond information statement concerning each issue of bonds.

1. **Name of issuer:** City of Spearfish

2. **Designation of issue:** Economic Development Revenue Bond (Behavior Management Systems, Inc. Project).

3. **Date of issue:** August 29, 2003.

4. **Purpose of issue:** (a) To acquire, construct, equip and furnish a new building in the City of Spearfish; (b) to acquire and construct a building addition approximately 14,000 square feet in size and related improvements with respect to an existing building (which existing building is approximately 14,000 square feet in size) located at 350 Elk Street, Rapid City, South Dakota; and (c) to refinance existing indebtedness of the Corporation incurred in connection with the acquisition and construction of the Corporation's existing facilities located at the following addresses: (1) 515 North First Street, Rapid City, South Dakota (an approximately 16,000 square foot facility); (2) 111 North Street, Rapid City, South Dakota (an approximately 14,000 square foot facility); and (3) 121 North Street, Rapid City, South Dakota (an approximately 7,000 square foot facility).

5. **Type of bond:** Economic development revenue bond issued under Chapter 9-54.

6. **Principal amount and denomination of bond:** $3,000,000 principal amount to be issued as a single bond in the denomination of $3,000,000.

7. **Paying dates of principal and interest:** Principal and interest payable commencing September 29, 2003, and on the 29th day of each month thereafter until August 29, 2018.

8. **Amortization schedule:** Monthly payments in the amount of $23,692.57 are due on September 29, 2003, and on the 29th day of each month thereafter through August 29, 2018. Each of the monthly payments is to be applied first to interest and then to principal.

(over)

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9. Interest rate or rates, including total aggregate interest cost: Interest rate of 4.87%; total aggregate interest cost is $1,264,611.74.

This is to certify that the above information pertaining to the

City of Spearfish, South Dakota

(name of public body, authority or agency)

is true and correct on this 29th day of August, 2003.

By: Elizabeth A. Berning
Its: Finance Officer